

DEPARTMENT OF FINANCE BILL ANALYSIS

AMENDMENT DATE: April 22, 2008
POSITION: No position

BILL NUMBER: SB 1059
AUTHOR: C. Migden

BILL SUMMARY: Vehicle Insurance: Aftermarket Parts

This bill would prohibit any insurer from 1) requiring the installation of an aftermarket part, if the part to be replaced is under the existing original manufacturer's warranty, or 2) limiting payment to the cost of installing an aftermarket part on a vehicle when an original equipment manufacturer part is installed. These provisions would apply to a vehicle only during the first three years from the date on which the vehicle is sold as new.

FISCAL SUMMARY

According to the California Department of Insurance, this bill would have a minor and absorbable cost.

		SO	(Fiscal Impact by Fiscal Year)								
Code/Department		LA	(Dollars in Thousands)								
Agency or Revenue		CO	PROP								Fund
Type		RV	98	FC	2007-2008	FC	2008-2009	FC	2009-2010	Code	
0845/Insurance		SO	No		-----	No/Minor Fiscal Impact	-----			0217	
<u>Fund Code</u>	<u>Title</u>										
0217	Insurance Fund										

Analyst/Principal (0222) R. Baker	Date	Program Budget Manager Todd Jerue	Date
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Department Deputy Director	Date
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Governor's Office:	By:	Date:	Position Approved _____
			Position Disapproved _____

BILL ANALYSIS	Form DF-43 (Rev 03/95 Buff)
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